

on 2 Aug 83 between 1700 and 2200
SUBJECT entered a gray bluish
with glass doors and approximately 3
stories. Building resembled an old
Hotel (nfi). SUBJECT was under
surveillance by two unidentified
individuals at the time he
entered the building.

SUBJ was carrying a briefcase.
Inside the briefcase were from four
to eight, either 5x7 or 8x10 glossies.
The photographs were black and
white, with the area of interest
being the whole. The photographs
were taken from close up. It was
circular with little sections, similar
to a carousel that fits on a
slide projector.

SUBJ entered the building thru
the glass door. There was a
reception desk on the left. He
went up a white stone stairwell
with an iron railing. He ~~then~~
went to the left on what Source
believed to be the second floor.
He went down a hallway

with dim gray carpeting. He entered the last room on the left or the second to last room on the left. There was a man (info) in this room waiting for SUBJECT. 54B5 and the second man went to desk lamp which was turned on bright, while the rest of the room was dark. Their attention was focused on pieces of glass, which resembled slides that are used with a microscope, and about 5 or 6 ^{thin flat} plastic rules on which screw on tops and a little chain. These rules were filled with powder and pellets of a sort (info). The focus of attention here were plastic films on microchips which were on one or two of the rules. These plastic film on microchips was enclosed in a plastic envelope (info).

Source ~~was~~ felt that 54B5 was involved in both legal and illegal, with 90 to 95% of HIS activity being legal. The legal side had to do with books and information from papers. The

illegal side, was obtained from the legal. The legal activity provided a cover. Source felt they were working within the legality of the system to accomplish something illegal.